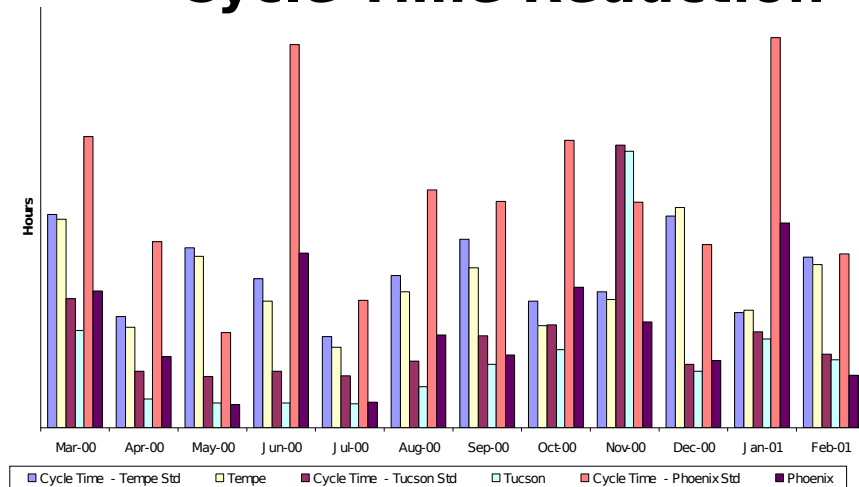


Military Packaging Pilot Status

Cycle Time Reduction



Warranty Returns

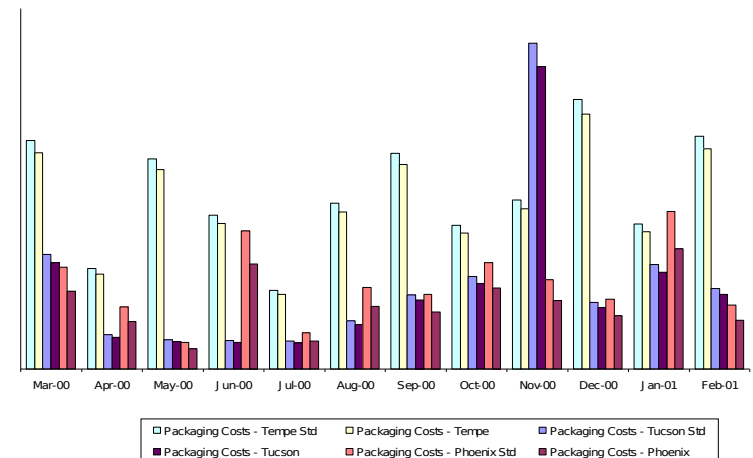
	baseline.	2000	2001YTD
Number of Pieces Shipped	415K	234K	48K
Number of Warranty Returns	2	0	0
Percentage of Warranty Returns	0%	0%	0%

Currently monitoring warranty to detect any packaging related discrepancies

Packaging Innovations Underway

- | | |
|--|---------------------|
| - 100% recycle of incoming pak material | In Process |
| - 5S Phoenix Shipping area | In process |
| - Visual tool | New layout |
| - Standardize supplier pack material | Under investigation |
| - Use cushion pak to pad pak paper | Complete |
| - Change labeling process for mechanical parts | Complete |
| - Use supplier prepackaged containers | Complete |
| - Special Packaging Instructions Review | Underway |

Packaging Costs

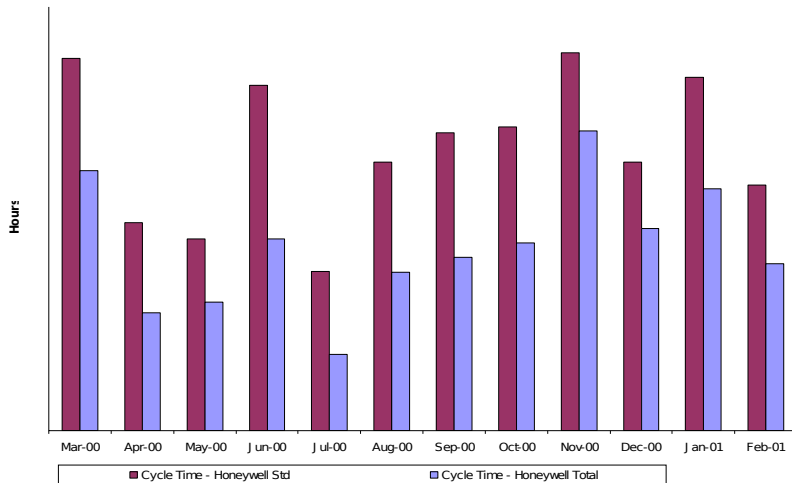


Innovation report for Implemented Items In Process

Honeywell

Military Packaging Pilot Status

Cycle Time Reduction



Warranty Returns

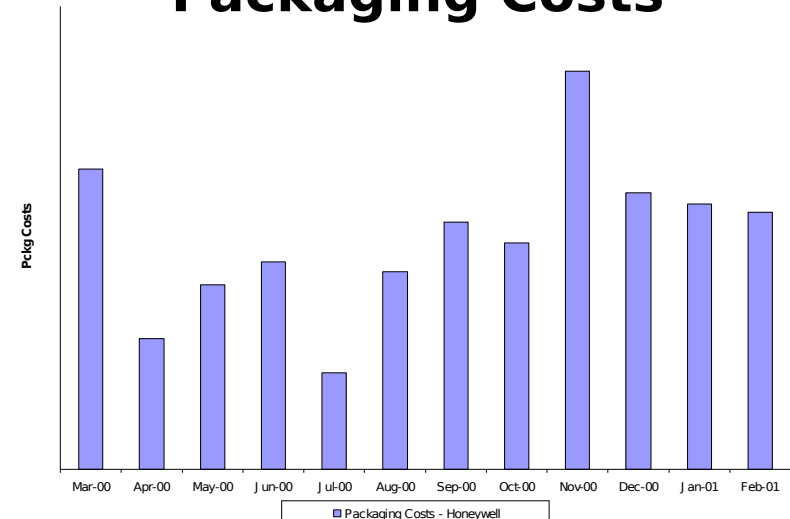
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Packaging Costs

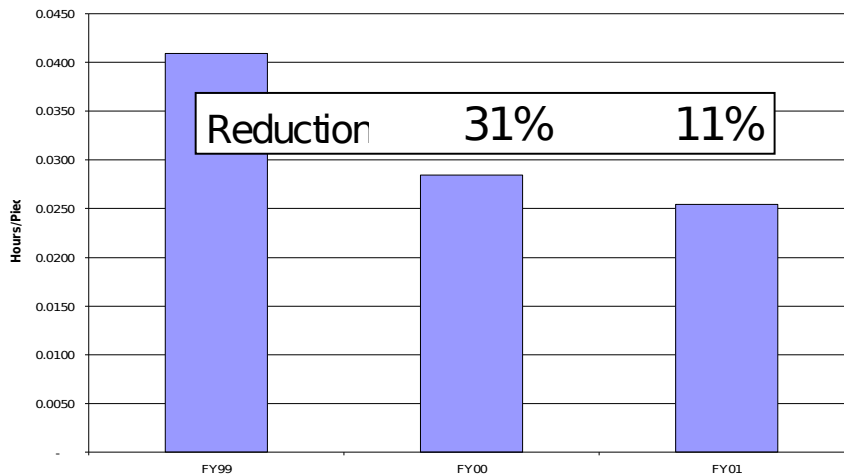


Innovation report for Implemented Items In Process

Honeywell

Military Packaging Pilot Status

Cycle Time Reduction



Warranty Returns

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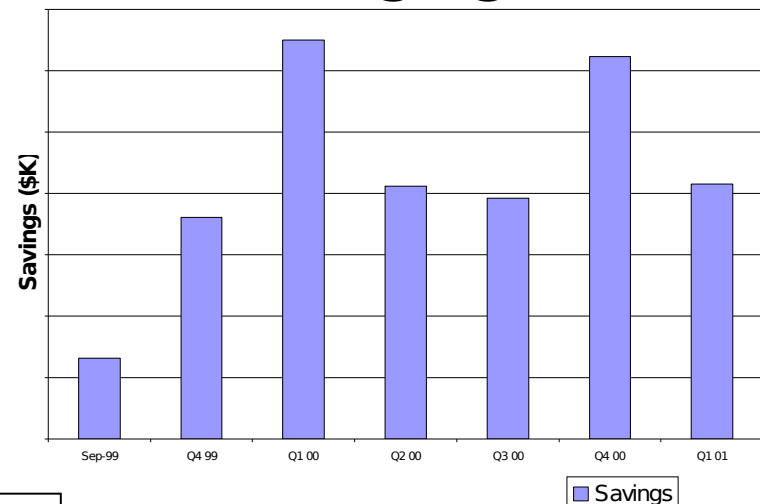
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Packaging Innovations Underway

- 100% recycle of incoming pak material
- 5S Phoenix Shipping area
- Visual tool
- Standardize supplier pack material
- Use cushion pak to pad pak paper
- Change labeling process for mechanical parts
- Use supplier prepackaged containers
- Special Packaging Instructions Review

In Process
In process
New layout
Under investigation
Complete
Complete
Complete
Underway

Packaging Costs



Innovation report for Implemented Items have been sent

Honeywell